

WHEN RECORDED MAIL TO:

LAWYERS ESCROW
8920 Wilshire Blvd., Suite 438
Beverly Hills, CA 90211

// 30

Re: Escrow No. 4-01B-4341

SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

WHEREAS, there appears of record a mortgage dated December 21, 1984
recorded on December 31, 1984, in Book/Volume 013 Page 34
of Official Records of Shelby County, State of Alabama,
in the original principal sum of \$ 265,000.00, executed by ARAUCANIAN, INCORPORATED,
~~/s/ California Limited Partnership~~, to GERALD L. SCHULMAN,
assigned to GERALD L. SCHULMAN, TRUSTEE OF THE 1518 TRUST DATED MARCH 1, 1983,
by mesne assignments, recorded concurrently herewith, covering the real property described in
Exhibit "A" attached hereto and made part hereof.

WHEREAS, ARAUCANIAN, INCORPORATED, ~~/s/ LTD.~~ has executed, or is about to execute a mort-
gage and note in the sum of \$ 27,700.00, dated November 25, 1985, in favor of
GERALD L. SCHULMAN, TRUSTEE OF THE 1518 TRUST, DATED MARCH 1, 1983, payable
with interest and upon the terms and conditions described therein, which mortgage is to be recorded
concurrently herewith; and

WHEREAS, it is a condition precedent to obtaining said loan that said mortgage last above
mentioned shall unconditionally be and remain at all times a lien or charge upon the land hereinbefore
described, prior and superior to the lien or charge of the mortgage first above mentioned.

NOW THEREFORE, in consideration of \$1.00 and other good and valuable consideration to it
paid, the receipt of which is hereby acknowledged, the undersigned does hereby subordinate and make
inferior in every respect the lien of its mortgage recorded in Book 013 Page 34,
above described to the lien of the mortgage recorded concurrently herewith, in every manner and to
the same extent as if the mortgage recorded concurrently had been executed and recorded prior to the
execution and recordation of the mortgage recorded in Book 013 Page 34.

THIS AGREEMENT is binding upon and inures to the benefit of the parties hereto and their
heirs, devisees and assigns.

DATED: November 25, 1985

WITNESS: Catherine Holt

Jodi Mulligan

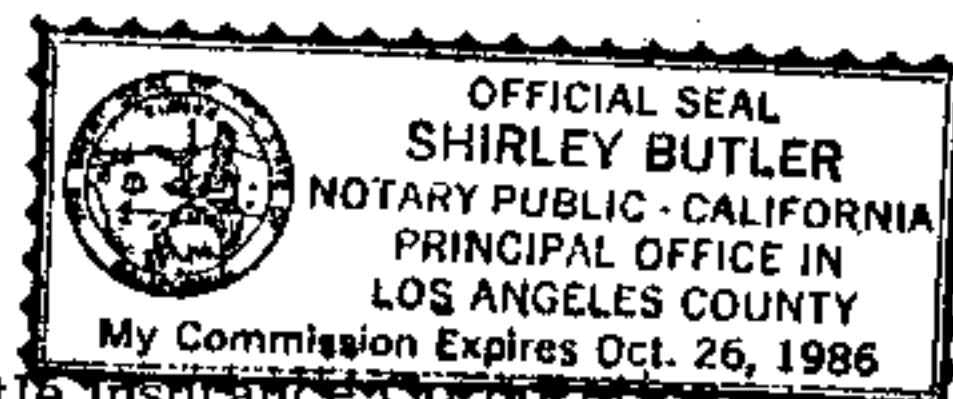
STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) SS.

Gerald L. Schulman (Seal)
GERALD L. SCHULMAN, TRUSTEE
OF THE 1518 TRUST
DATED MARCH 1, 1983

On November 25, 1985 before me, the undersigned, a Notary Public in and for said State
personally appeared GERALD L. SCHULMAN, TRUSTEE OF THE 1518 TRUST DATED MARCH
1, 1983, personally known to me (or proved to me on the basis of satisfactory evidence) to be the
person whose name is subscribed to the within instrument and acknowledged that he executed the same.

WITNESS my hand and official seal.

Shirley Butler
Notary Public in and for said County and State



This document was prepared by: Jan Wisman for Lawyers Title Insurance Corporation
8920 Wilshire Blvd., Suite 438, Beverly Hills, CA 90211
(213) 659-4303

ARAUCAIAN, INC.

The following described real estate located in Shelby County, Alabama, to-wit:

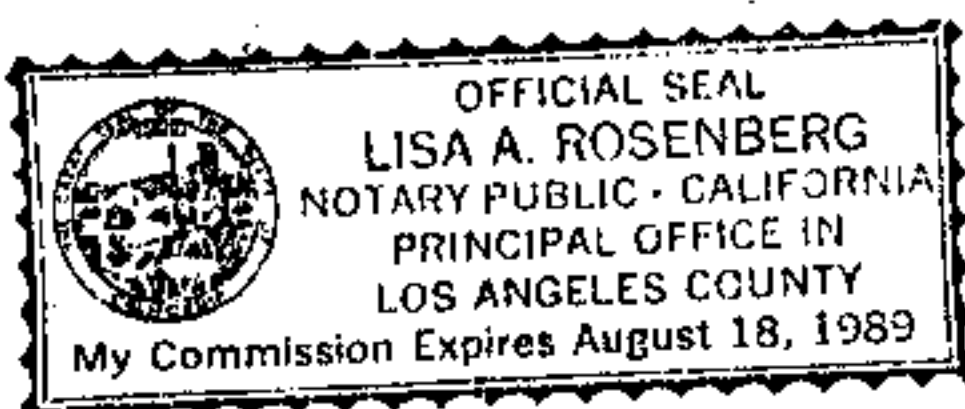
Commence at the Southeast corner of the Southwest Quarter of Southwest Quarter of Section 15, Township 20 South, Range 3 West, Shelby County, Alabama; thence North 2 deg, 21 minutes West along the East line of said quarter-quarter section 393.83 feet to the point of beginning of tract of land herein described; thence continue along the last mentioned course 69.31 feet to the intersection with the South boundary of Lot 1; thence South 79 degrees 19 minutes 42 seconds East along said boundary of Lot 1 a distance of 6.59 feet to the Southeast corner thereof; thence North 4 degrees 55 minutes 19 seconds East along the East line of Lot 1, a distance of 113 feet to the South boundary of Highway #52; thence North 80 degrees 43 minutes West along said Highway 130 feet to the intersection of the East boundary of Highway #261; thence South 25 degrees 25 minutes 17 seconds West along the East boundary of Highway #261 a distance of 113 feet; thence continuing along said Highway #261 South 31 degrees 21 minutes West 116.56 feet to the SW corner of Lot 2 and the North boundary of the Presbyternian Church lot; thence East along the South boundary of Lot 2, and the North boundary of said Presbyterian Church lot, 224.05 feet to the point of beginning, containing 33,285 square feet, more or less.

THIS PROPERTY CONSTITUTES NO PART OF THE HOMESTEAD OF THE GRANTOR OR OF HIS SPOUSE.

STATE OF CALIFORNIA)
COUNTY OF LOS ANGELES) SS

I, LISA A. ROSENBERG, a Notary Public in and for said County, in said State, hereby certify that GERALD L. SCHULMAN, TRUSTEE OF THE 1518 TRUST DATED MARCH 1, 1983, whose name is signed to the foregoing conveyance, and who is known to me, acknowledged before me on this date that, being informed of the contents of the conveyance, he executed the same voluntarily on the day the same bears date.

Given under my hand and notarial seal this 25th day of November, 1985.



STATE OF CALIFORNIA)
I CERTIFY THIS INSTRUMENT WAS FILED
1985 DEC 17 PM 11:47
Rec. 500
600
JULIE M. GILBERT